

MOR-1**UNITED STATES BANKRUPTCY COURT**

CASE NAME: DEEP MARINE HOLDINGS, INC.
CASE NUMBER: 09-39313
PROPOSED PLAN DATE: 3/15/2010

PETITION DATE: 12/4/2009
DISTRICT OF TEXAS: SOUTHERN
DIVISION: HOUSTON

MONTHLY OPERATING REPORT SUMMARY FOR JUNE 2010

MONTH	JAN 2010	FEB 2010	MAR 2010	APR 2010	MAY 2010	JUN 2010
REVENUES (MOR-6)	0.00	0.00	0.00	0.00	0.00	0.00
INCOME BEFORE INT.; DEPREC. TAX (MOR-6)	(325.00)	0.00	0.00	(325.00)	0.00	(325.00)
NET INCOME (LOSS) (MOR-6)	(325.00)	0.00	0.00	(325.00)	0.00	(325.00)
PAYMENTS TO INSIDERS (MOR-9)	0.00	0.00	0.00	0.00	0.00	0.00
PAYMENTS TO PROFESSIONALS (MOR-9)	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL DISBURSEMENTS (MOR-8)	0.00	0.00	0.00	0.00	0.00	0.00

The original of this document must be filed with the United States Bankruptcy Court and a copy must be sent to the United States Trustee

**REQUIRED INSURANCE MAINTAINED
AS OF SIGNATURE DATE**

		EXP. DATE
CASUALTY	N/A	- - -
LIABILITY	N/A	- - -
VEHICLE	N/A	- - -
WORKER'S	N/A	- - -
OTHER	N/A	- - -

Are all accounts receivable being collected within terms?

CIRCLE ONE

☒ Yes ☐ No

Are all post-petition liabilities, including taxes, being paid within terms?

☒ Yes ☐ No

Have any pre-petition liabilities been paid?

☒ Yes ☐ No

If so, describe

Are all funds received being deposited into DIP bank accounts?

☒ Yes ☐ No

Were any assets disposed of outside the normal course of business?

☒ Yes ☐ No

If so, describe Certain assets were sold pursuant to the Plan of Reorganization as confirmed on June 2, 2010

Are all U.S. Trustee Quarterly Fee Payments current?

☒ Yes ☐ No

What is the status of your Plan of Reorganization?

Effective on July 9, 2010

ATTORNEY NAME: Marcy E. Kurtz
FIRM NAME: Bracewell & Giuliani LLP
ADDRESS: 711 Louisiana Street, Suite 2300
CITY, STATE, ZIP: Houston, Texas 77002-2770
TELEPHONE/FAX: T: 713.221.1206 | F: 713.221.2125

I certify under penalty of perjury that the following complete
Monthly Operating Report (MOR), consisting of MOR-1 through
MOR-9 plus attachments, is true and correct.

SIGNED X

TITLE: Chief Restructuring Officer

(ORIGINAL SIGNATURE)

John D. Bittner

(PRINT NAME OF SIGNATORY)

7/20/2010

DATE

MOR-1**Footnotes**

Revised 07/01/98

CASE NAME: DEEP MARINE HOLDINGS, INC.
CASE NUMBER: 09-39313

COMPARATIVE BALANCE SHEETS

ASSETS	MONTH 12/31/2009	MONTH 1/31/2010	MONTH 2/28/2010	MONTH 3/31/2010	MONTH 4/30/2010	MONTH 5/31/2010	MONTH 6/30/2010
CURRENT ASSETS							
Cash (MOR-7)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Accounts Receivable, Net	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Inventory: Lower of Cost or Market	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Prepaid Expenses	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Investments	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL CURRENT ASSETS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PROPERTY, PLANT & EQUIP. @ COST	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Less Accumulated Depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00
NET BOOK VALUE OF PP & E	0.00	0.00	0.00	0.00	0.00	0.00	0.00
OTHER ASSETS							
1. Tax Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Investments in Subsidiaries	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Electric Deposit	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4.	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL ASSETS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

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CASE NAME: DEEP MARINE HOLDINGS, INC.
CASE NUMBER: 09-39313

COMPARATIVE BALANCE SHEETS

LIABILITIES & OWNER'S EQUITY	MONTH 12/31/2009	MONTH 1/31/2010	MONTH 2/28/2010	MONTH 3/31/2010	MONTH 4/30/2010	MONTH 5/31/2010	MONTH 6/30/2010
LIABILITIES							
POST-PETITION LIABILITIES(MOR-4)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PRE-PETITION LIABILITIES							
Notes Payable - Secured	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Priority Debt	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Federal Income Tax	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FICA/Withholding	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unsecured Debt (1)	106,054.00	106,379.00	106,379.00	106,379.00	106,704.00	106,704.00	107,029.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL PRE-PETITION LIABILITIES	106,054.00	106,379.00	106,379.00	106,379.00	106,704.00	106,704.00	107,029.00
TOTAL LIABILITIES	106,054.00	106,379.00	106,379.00	106,379.00	106,704.00	106,704.00	107,029.00
OWNER'S EQUITY (DEFICIT)							
PREFERRED STOCK	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
COMMON STOCK	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ADDITIONAL PAID-IN CAPITAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
RETAINED EARNINGS: Filing Date	(\$106,054.00)	(\$106,054.00)	(\$106,054.00)	(\$106,054.00)	(\$106,054.00)	(\$106,054.00)	(\$106,054.00)
RETAINED EARNINGS: Post Filing Date	0.00	(325.00)	(325.00)	(325.00)	(650.00)	(325.00)	(975.00)
TOTAL OWNER'S EQUITY (NET WORTH)	(\$106,054.00)	(\$106,379.00)	(\$106,379.00)	(\$106,379.00)	(\$106,704.00)	(\$106,379.00)	(\$107,029.00)
TOTAL LIABILITIES & OWNERS EQUITY	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$325.00	\$0.00

* Per Schedules and Statement of Affairs

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Revised 07/01/98

Footnotes

(1) Consists of intercompany payable to Deep Marine Technology, Inc.

CASE NAME: DEEP MARINE HOLDINGS, INC.
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SCHEDULE OF POST-PETITION LIABILITIES

	MONTH 1/31/2010	MONTH 2/28/2010	MONTH 3/31/2010	MONTH 4/30/2010	MONTH 5/31/2010	MONTH 6/30/2010
TRADE ACCOUNTS PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00
TAX PAYABLE						
Federal Payroll Taxes	0.00	0.00	0.00	0.00	0.00	0.00
State Payroll Taxes	0.00	0.00	0.00	0.00	0.00	0.00
Ad Valorem Taxes	0.00	0.00	0.00	0.00	0.00	0.00
Other Taxes	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL TAXES PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00
SECURED DEBT POST-PETITION	0.00	0.00	0.00	0.00	0.00	0.00
ACCRUED INTEREST PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00
ACCRUED PROFESSIONAL FEES*	0.00	0.00	0.00	0.00	0.00	0.00
OTHER ACCRUED LIABILITIES						
1.	0.00	0.00	0.00	0.00	0.00	0.00
2.	0.00	0.00	0.00	0.00	0.00	0.00
3.	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL POST-PETITION LIABILITIES (MOR-3)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

*Payment requires Court Approval

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CASE NAME: DEEP MARINE HOLDINGS, INC.
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AGING OF POST-PETITION LIABILITIES
MONTH 6/30/2010

DAYS	TOTAL	TRADE ACCOUNTS	FEDERAL TAXES	STATE TAXES	LOCAL TAXES	AD VALOREM, OTHER TAXES
0-30	0.00	0.00	0.00	0.00	0.00	0.00
31-60	0.00	0.00	0.00	0.00	0.00	0.00
61-90	0.00	0.00	0.00	0.00	0.00	0.00
91+	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

AGING OF ACCOUNTS RECEIVABLE

MONTH	1/31/2010	2/28/2010	3/31/2010	4/30/2010	5/31/2010	6/30/2010
0-30 DAYS	0.00	0.00	0.00	0.00	0.00	0.00
31-60 DAYS	0.00	0.00	0.00	0.00	0.00	0.00
61-90 DAYS	0.00	0.00	0.00	0.00	0.00	0.00
91+ DAYS	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

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CASE NAME: DEEP MARINE HOLDINGS, INC.

CASE NUMBER: 09-39313

STATEMENT OF INCOME (LOSS)

	MONTH 1/1/10 - 1/31/10	MONTH 2/1/10 - 2/28/10	MONTH 3/1/10 - 3/31/10	MONTH 4/1/10 - 4/30/10	MONTH 5/1/10 - 5/31/10	MONTH 6/1/10 - 6/30/10	FILING TO DATE
REVENUES (MOR-1)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL COST OF REVENUES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
GROSS PROFIT	0.00	0.00	0.00	0.00	0.00	0.00	0.00
OPERATING EXPENSES:							
Selling & Marketing	0.00	0.00	0.00	0.00	0.00	0.00	0.00
General & Administrative	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Insiders Compensation	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Professional Fees	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other - UST Fees	325.00	0.00	0.00	325.00	0.00	325.00	975.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL OPERATING EXPENSES	325.00	0.00	0.00	325.00	0.00	325.00	975.00
INCOME BEFORE INT, DEPR/TAX (MOR-1)	(325.00)	0.00	0.00	(325.00)	0.00	(325.00)	(975.00)
INTEREST EXPENSE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DEPRECIATION	0.00	0.00	0.00	0.00	0.00	0.00	0.00
OTHER (INCOME) EXPENSE*	0.00	0.00	0.00	0.00	0.00	0.00	0.00
OTHER ITEMS**	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL INT, DEPR & OTHER ITEMS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
NET INCOME BEFORE TAXES	(325.00)	0.00	0.00	(325.00)	0.00	(325.00)	(975.00)
FEDERAL INCOME TAXES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
NET INCOME (LOSS) (MOR-1)	(\$325.00)	\$0.00	\$0.00	(\$325.00)	\$0.00	(\$325.00)	(\$975.00)

Accrual Accounting Required, Otherwise Footnote with Explanation

* Footnote Mandatory.

** Unusual and/or infrequent item(s) outside the ordinary course of business requires footnote.

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CASE NAME: DEEP MARINE HOLDINGS, INC.

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CASH RECEIPTS AND DISBURSEMENTS	MONTH 1/1/10 - 1/31/10	MONTH 2/1/10 - 2/28/10	MONTH 3/1/10 - 3/31/10	MONTH 4/1/10 - 4/30/10	MONTH 5/1/10 - 5/31/10	MONTH 6/1/10 - 6/30/10	FILING TO DATE
1. CASH-BEGINNING OF MONTH	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
RECEIPTS:							
2. CASH SALES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. COLLECTION OF ACCOUNTS RECEIVABLE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. LOANS & ADVANCES (attach list)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
5. SALE OF ASSETS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
6. OTHER (attach list)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL RECEIPTS**	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(Withdrawal) Contribution by Individual Debtor MFR-2*	0.00	0.00	0.00	0.00	0.00	0.00	0.00
DISBURSEMENTS:							
7. NET PAYROLL	0.00	0.00	0.00	0.00	0.00	0.00	0.00
8. PAYROLL TAXES PAID	0.00	0.00	0.00	0.00	0.00	0.00	0.00
9. SALES, USE & OTHER TAXES PAID	0.00	0.00	0.00	0.00	0.00	0.00	0.00
10. SECURED/RENTAL/LEASES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11. UTILITIES & TELEPHONE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
12. INSURANCE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
13. INVENTORY PURCHASES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
14. VEHICLE EXPENSES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
15. TRAVEL & ENTERTAINMENT	0.00	0.00	0.00	0.00	0.00	0.00	0.00
16. REPAIRS, MAINTENANCE & SUPPLIES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
17. ADMINISTRATIVE & SELLING	0.00	0.00	0.00	0.00	0.00	0.00	0.00
18. OTHER (attach list)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL DISBURSEMENTS FROM OPERATIONS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
19. PROFESSIONAL FEES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
20. U.S. TRUSTEE FEES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
21. OTHER REORGANIZATION EXPENSES (attach list)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL DISBURSEMENTS**	0.00	0.00	0.00	0.00	0.00	0.00	0.00
22. NET CASH FLOW	0.00	0.00	0.00	0.00	0.00	0.00	0.00
23. CASH - END OF MONTH (MOR-2)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

* Applies to Individual debtors only

**Numbers for the current month should balance (match)

RECEIPTS and CHECKS/OTHER DISBURSEMENTS lines on MOR-8

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CASE NAME: DEEP MARINE HOLDINGS, INC.
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CASH ACCOUNT RECONCILIATION
MONTH OF 6/1/10 - 6/30/10

BANK NAME	N/A	N/A	N/A	N/A	N/A
ACCOUNT NUMBER	N/A	N/A	N/A	N/A	N/A
ACCOUNT TYPE	OPERATING	PAYROLL	TAX	OTHER FUNDS	TOTAL
BANK BALANCE	0.00	0.00	0.00	0.00	\$0.00
DEPOSITS IN TRANSIT	0.00	0.00	0.00	0.00	\$0.00
OUTSTANDING CHECKS	0.00	0.00	0.00	0.00	\$0.00
ADJUSTED BANK BALANCE	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
BEGINNING CASH - PER BOOKS	0.00	0.00	0.00	0.00	\$0.00
RECEIPTS*	0.00	0.00	0.00	0.00	\$0.00
TRANSFERS BETWEEN ACCOUNTS (WITHDRAWAL) OR CONTRIBUTION BY INDIVIDUAL DEBTOR MFR-2	0.00	0.00	0.00	0.00	\$0.00
CHECKS/OTHER DISBURSEMENTS*	0.00	0.00	0.00	0.00	\$0.00
ENDING CASH - PER BOOKS	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

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*Numbers should balance (match) TOTAL RECEIPTS and
TOTAL DISBURSEMENTS lines on MOR-7

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CASE NAME: DEEP MARINE HOLDINGS, INC.
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PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U.S. Bankruptcy Code) and the professionals. Also, for insiders, identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary).

INSIDERS: NAME/COMP TYPE	MONTH 1/1/10 - 1/31/10	MONTH 2/1/10 - 2/28/10	MONTH 3/1/10 - 3/31/10	MONTH 4/1/10 - 4/30/10	MONTH 5/1/10 - 5/31/10	MONTH 6/1/10 - 6/30/10
1.						
2.						
3.						
4.						
5.						
6.						
TOTAL INSIDERS (MOR-1)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

PROFESSIONALS	MONTH 1/1/10 - 1/31/10	MONTH 2/1/10 - 2/28/10	MONTH 3/1/10 - 3/31/10	MONTH 4/1/10 - 4/30/10	MONTH 5/1/10 - 5/31/10	MONTH 6/1/10 - 6/30/10
1.						
2.						
3.						
4.						
5.						
6.						
TOTAL PROFESSIONALS (MOR-1)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

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